AGRICULTURE AND LAND STEWARDSHIP DEPARTMENT[21](cont'd)

seller shall be allowed to sign an electronic grain contract only at the conclusion of all electronic grain contract terms and conditions.

- **91.25(3)** *Numbering of electronic contracts—no duplication.* Electronic grain contracts shall be consecutively numbered as issued. A licensee shall not at any time have an electronic grain contract and a paper grain contract outstanding for the same lot of grain.
- **91.25(4)** Seller power of attorney. A licensee or a third party may not handle electronic grain contracts on behalf of a seller unless a written power of attorney to do so has been provided by the seller. Such power of attorney shall be provided to the department for inspection and verification upon the department's request.
- **91.25(5)** Issuance, form, cancellation, and assignment of electronic credit-sale contracts. The provisions for issuance, cancellation, and assignment of credit-sale contracts found in rules 21—91.11(203) and 21—91.12(203) shall apply to electronic credit-sale contracts except to the extent that the rules are not applicable to paperless credit-sale contracts.
- **91.25(6)** Authorization to issue electronic credit-sale contracts. A licensee who issues electronic credit-sale contracts shall comply with all requirements of rule 21—91.17(203).
- **91.25(7)** *Nonexclusive use.* A licensee shall not be required to issue grain contracts in electronic form.

This rule is intended to implement Iowa Code sections 203.2, 203.15, 203.17, 554D.106, 554D.110 and 554D.111.

ITEM 10. Adopt the following <u>new</u> rule 21—91.26(203):

21—91.26(203) Security of a provider's electronic central filing system or a licensee's electronic database. Only authorized employees of the licensee shall have access to the provider's central filing system or the licensee's electronic database. A provider shall prevent unauthorized persons from gaining access to its central filing system. If a licensee uses its own computer database, the licensee shall maintain a backup of the database to ensure electronic grain contracts are not inadvertently lost.

This rule is intended to implement Iowa Code sections 203.2 and 203.17.

ARC 7368B

ENVIRONMENTAL PROTECTION COMMISSION[567]

Notice of Intended Action

Twenty-five interested persons, a governmental subdivision, an agency or association of 25 or more persons may demand an oral presentation hereon as provided in Iowa Code section 17A.4(1)"b."

Notice is also given to the public that the Administrative Rules Review Committee may, on its own motion or on written request by any individual or group, review this proposed action under section 17A.8(6) at a regular or special meeting where the public or interested persons may be heard.

Pursuant to the authority of Iowa Code sections 455B.105 and 455B.173, the Environmental Protection Commission gives Notice of Intended Action to amend Chapter 61, "Water Quality Standards," Iowa Administrative Code.

The proposed amendments will:

- Incorporate by reference the document entitled "Iowa Antidegradation Implementation Procedure," which proposes an approach to be followed in assessing and minimizing degradation of Iowa's surface waters.
 - Update antidegradation policy language with a four-tier approach.
- Remove High Quality (Class HQ) and High Quality Resource (Class HQR) designated uses, as they are being replaced by the four-tier approach.

Iowa Code sections 455B.171 through 455B.183 establish requirements for the protection and management of surface water quality. The Environmental Protection Commission, with the assistance of the Department, promulgates administrative regulations on water quality. Iowa's Water Quality

Standards (WQS) are written into regulation at 567—Chapter 61, Water Quality Standards. The specific portion of the regulation prescribing the policy on antidegradation is at subrule 61.2(2).

The antidegradation rule is one of three required regulatory elements of the WQS. The other two elements include beneficial uses and water quality criteria (narrative and numeric). All of these review elements must be administered as a whole. All surface waters of the state are subject to antidegradation provisions. The main purpose of the antidegradation policy and implementation procedures is to protect existing uses of surface waters and to specify how the Department will determine, on a case-by-case basis, whether and to what extent existing water quality may be lowered in a surface water.

The Iowa Department of Natural Resources is required by 40 CFR §131.12(a) to develop and adopt a statewide antidegradation policy and to identify procedures for implementing that policy. There has been an antidegradation policy in the WQS, but formal implementation procedures were absent, and this has limited the policy's usefulness. The proposed implementation procedures include identifying the antidegradation review levels (i.e., the "tiers") that apply to a surface water; determining existing water quality; assessing and determining water quality degradation; identifying and assessing less degrading or nondegrading alternatives; determining the importance of economic or social development to justify degradation of waters; and establishing intergovernmental coordination and public participation processes.

The antidegradation policy and implementing procedures are intended to provide guidance to persons who are responsible for the regulated activities that may degrade water quality in Iowa. Regulated activities include any activity that requires a CWA permit or a water quality certification pursuant to federal law.

This effort will also establish the Outstanding National Resource Waters (ONRW) and Outstanding Iowa Waters (OIW) antidegradation use categories. These categories will provide an increased level of protection where degradation is prohibited except in limited circumstances. The implementation procedures detail how the public can nominate a surface water to be considered for these levels of protection by the Department.

Additional information on Iowa's water quality standards and the Department's rules can be found on the Department's Web site at http://www.iowadnr.com/water/standards/index.html.

Any person may submit written suggestions or comments on the proposed amendments through January 29, 2009. Such written material should be submitted to Adam Schnieders, Iowa Department of Natural Resources, Wallace State Office Building, 502 East 9th Street, Des Moines, Iowa 50319-0034; fax (515)281-8895; or by E-mail to adam.schnieders@dnr.iowa.gov. Persons who have questions may contact Adam Schnieders at (515)281-7409.

Persons are invited to present oral or written comments at public hearings, which will be held as follows:

December 12, 2008	1 p.m.	Wallace State Office Building Fifth Floor Conference Rooms 502 E. Ninth Street Des Moines	
December 15, 2008	10 a.m.	Washington Public Library 120 E. Main Street Washington	
December 17, 2008	10 a.m.	Storm Lake Public Library 609 Cayuga Street Storm Lake	
December 17, 2008	6 p.m.	Atlantic Municipal Utilities Conference Room 15 W. Third Street Atlantic	
December 18, 2008	1 p.m.	Clear Lake Community Meeting Room 15 N. Sixth Street Clear Lake	

January 8, 2008	7 p.m.	Iowa Lakeside Laboratory Waitt Building Milford	
January 14, 2009	10 a.m.	Manchester Public Library 304 Franklin Street Manchester	
January 14, 2009	6 p.m.	Northeast Iowa Community College 1220 Third Avenue Suite 102, Room 115 Waukon	
January 15, 2009	1 p.m.	Davenport Public Library Film Room 321 Main Street Davenport	

These amendments may have an impact upon small businesses.

These amendments are intended to implement Iowa Code chapter 455B, division III, part 1. The following amendments are proposed.

- ITEM 1. Amend subrule 61.2(2) as follows:
- **61.2(2)** Antidegradation policy. It is the policy of the state of Iowa that:
- a. Existing surface water uses and the level of water quality necessary to protect the existing uses will be maintained and protected.
- b. Chemical integrity: For those water bodies where water quality significantly exceeds levels necessary to protect existing uses and the waters designated as high quality in 61.3(5)"e," that water quality will be maintained at or above existing quality, except when it is determined by the environmental protection commission after public hearing and after intergovernmental coordination and public participation provisions noted in the continuing planning process that there is need to allow a lower chemical quality because of necessary and justifiable economic and social development in the area. The state shall ensure adequate chemical quality to fully protect existing uses.
 - (1) Bear Creek, mouth in Winneshiek County and tributary to the Upper Iowa River.
 - (2) Bloody Run, mouth in Clayton County and tributary to the Mississippi River.
 - (3) Catfish Creek from Swiss Valley Park in Dubuque County to its source.
- (4) Unnamed Creek known locally as Coldwater Creek with mouth in Winneshiek County and tributary to the Upper Iowa River.
- (5) Fenchel Creek, mouth to Richmond Springs, in Delaware County and tributary to the Maquoketa River.
- (6) Odell Branch (aka Fountain Spring Creek), mouth (section 10, T90N, R4W, Delaware County), tributary to Elk Creek, which is tributary to the Turkey River to west line of section 9, T90N, R4W, Delaware County.
- (7) Iowa Great Lakes chain of lakes in Dickinson County, including West Lake Okoboji, Spirit Lake, East Lake Okoboji, Minnewashta Lake, Upper Gar Lake, and Lower Gar Lake.
- (8) North Bear Creek, with mouth in Winneshiek County and tributary to Bear Creek, listed as number 1 in this listing.
 - (9) North Cedar Creek, with mouth in Clayton County and tributary to Sny Magill Creek.
 - (10) Sny Magill Creek, with mouth in Clayton County and tributary to the Mississippi River.
- (11) Turkey River, from the point where it is joined by the Volga River in Clayton County to Vernon Springs in Howard County.
 - (12) Waterloo Creek, with mouth in Allamakee County and tributary to the Upper Iowa River.
- (13) Maquoketa River, from confluence with South Fork Maquoketa River (section 16, T90N, R6W, Delaware County) to Highway 3 (north line of section 24, T91N, R7W, Fayette County).
- (14) Spring Branch, mouth (section 10, T88N, R5W, Delaware County) to spring source (section 35, T89N, R5W, Delaware County).

- (15) Little Turkey River, Clayton-Delaware County line to south line of section 11, T90N, R3W, Delaware County.
- (16) Middle Fork Little Maquoketa River (aka Bankston Creek), west line of section 31, T90N, R1E to north line of section 33, T90N, R1W, Dubuque County.
- (17) Brush Creek, north line of section 23, T85N, R3E to north line of section 1, T85N, R3E, Jackson County.
 - (18) Dalton Lake Jackson County.
- (19) Little Mill Creek, mouth (Jackson County) to west line of section 29, T86N, R4E, Jackson County.
- (20) Mill Creek (aka Big Mill Creek), from confluence with Little Mill Creek in section 13, T86N, R4E, Jackson County, to confluence with Unnamed Creek, section 1, T86N, R3E, Jackson County.
- (21) Unnamed Creek (tributary to Mill Creek), mouth (section 1, T86N, R3E, Jackson County) to west line of section 1, T86N, R3E, Jackson County.
- (22) Unnamed Creek (aka South Fork Big Mill), tributary to Mill Creek, from mouth (section 8, T86N, R4E, Jackson County) to west line of section 17, T86N, R4E, Jackson County.
- (23) Clear Creek, mouth (Allamakee County) to west line of section 25, T99N, R4W, Allamakee County.
- (24) French Creek, mouth (Allamakee County) to east line of section 23, T99N, R5W, Allamakee County
- (25) Hickory Creek, mouth (Allamakee County) to south line of section 28, T96N, R5W, Allamakee County.
 - (26) Little Paint Creek, mouth to north line of section 30, T97N, R3W, Allamakee County.
- (27) Paint Creek, from confluence with Little Paint Creek to road crossing in section 18, T97N, R4W, Allamakee County.
- (28) Patterson Creek, mouth (Allamakee County) to east line of section 3, T98N, R6W, Allamakee County.
- (29) Silver Creek, mouth (Allamakee County) to south line of section 31, T99N, R5W, Allamakee County.
- (30) Village Creek, mouth (Allamakee County) to west line of section 19, T98N, R4W, Allamakee County.
 - (31) Wexford Creek, mouth to west line of section 25, T98N, R3W, Allamakee County.
 - (32) Buck Creek, mouth (Clayton County) to west line of section 9, T93N, R3W, Clayton County.
- (33) Ensign Creek (aka Ensign Hollow), mouth (section 28, T92N, R6W, Clayton County) to spring source (section 29, T92N, R6W, Clayton County).
- (34) South Cedar Creek (aka Cedar Creek), mouth (Clayton County) to north line of section 7, T92N, R3W, Clayton County.
 - (35) Bear Creek, mouth (Fayette County) to west line of section 6, T92N, R7W, Fayette County.
- (36) Unnamed Creek (aka Glover's Creek), mouth to west line of section 15, T94N, R8W, Fayette County.
 - (37) Grannis Creek, mouth to west line of section 36, T93N, R8W, Fayette County.
 - (38) Mink Creek, mouth to west line of section 15, T93N, R7W, Fayette County.
- (39) Otter Creek, mouth (Fayette County) to confluence with Unnamed Creek (aka Glover's Creek) in section 22, T94N, R8W, Fayette County.
- (40) Nichols Creek (aka Bigalk Creek), mouth (section 18, T100N, R10W, Winneshiek County) to west line of section 23, T100N, R11W, Howard County.
- (41) Spring Creek, mouth (Mitchell County) to north line of section 8, T97N, R16W, Mitchell County.
 - (42) Turtle Creek, mouth (Mitchell County) to east line of section 7, T99N, R17W, Mitchell County.
- (43) Wapsipinicon River, from the town of McIntire to north line of section 20, T99N, R15W, Mitchell County.
- (44) Bohemian Creek, mouth (Winneshiek County) to Howard County Road V58 (west line of section 2, T97N, R11W, Howard County).

- (45) Coon Creek, mouth (Winneshiek County) to road crossing in section 13, T98N, R7W, Winneshiek County.
- (46) Smith Creek (aka Trout River), mouth to south line of section 33, T98N, R7W, Winneshiek County.
- (47) Unnamed Creek (aka Trout Run), mouth to south line of section 27, T98N, R8W, Winneshiek County.
- (48) Twin Springs Creek, mouth to springs in Twin Springs Park in section 20, T98N, R8W, Winneshiek County.
- (49) Canoe Creek (aka West Canoe Creek), from Winneshiek County Road W38 to west line of section 8, T99N, R8W, Winneshiek County.
- c. Standards and restrictions more stringent than those applied to other waters may be applied by the commission to those waters listed below when it is determined that such more stringent standards and restrictions are necessary to fully maintain water quality at existing levels.

West Lake Okoboji in Dickinson County.

- d. The Mississippi River and the Missouri River do not meet the criteria of 61.2(2)"c" but nevertheless constitute waters of exceptional state and national significance. Water quality management decisions will be made in consideration of the exceptional value of the resource.
- e. In furtherance of the policy stated in 61.2(2) "b," there shall be achieved the highest statutory and regulatory requirements for all new and existing point sources, and feasible management and regulatory programs pursuant to Section 208 of the Federal Water Pollution Control Act for nonpoint sources, both existing and proposed.
- f.—Physical and biological integrity: The waters designated as high-quality resource waters in 61.3(5)"e" will receive protection of existing uses through maintaining water quality levels necessary to fully protect existing uses or improve water quality to levels necessary to meet the designated use criterion in Tables 1, 2 and 3 and at preserving or enhancing the physical and biological integrity of these waters. This involves the protection of such features of the water body as channel alignment, bed characteristics, water velocity, aquatic habitat, and the type, distribution and abundance of existing aquatic species.
- g. It is the intent of the antidegradation policy to protect and maintain the existing physical, biological, and chemical integrity of all waters of the state. Consistency with Iowa's water quality standards requires that any proposed activity modifying the existing physical, biological, or chemical integrity of a water of the state shall not adversely impact these resource attributes, either on an individual or cumulative basis. An adverse impact shall refer to the loss of or irreparable damage to the aquatic, semiaquatic or wildlife habitat or population, or a modification to the water body that would cause an overall degradation to the aquatic or wildlife population and diversity. The fish and wildlife division of the department and the U.S. Fish and Wildlife Service shall serve as consultants to the department for assessing impacts. Exceptions to the preceding will be allowed only if full mitigation is provided by the applicant and approved by the department.

For those waters of the state designated as high quality or high quality resource waters and the Mississippi and Missouri Rivers, any proposed activity that will adversely impact the existing physical, chemical, or biological integrity of that water will not be consistent with Iowa's water quality standards. Mitigation will not be allowed except in highly unusual situations where no other project alternatives exist. In these cases, full mitigation must be provided by the applicant and approved by the department.

- <u>a.</u> Tier 1 protection. Existing surface water uses and the level of water quality necessary to protect the existing uses will be maintained and protected.
- <u>b.</u> Tier 2 protection. Where the quality of the waters exceeds levels necessary to support propagation of fish, shellfish, and wildlife and recreation in and on the water, that quality shall be maintained and protected unless the department finds, after full satisfaction of the intergovernmental coordination and public participation provisions, that allowing lower water quality is necessary to accommodate important economic or social development in the area in which the waters are located. In allowing such degradation or lower water quality, the department shall ensure water quality adequate to protect existing uses fully. Further, the department shall ensure the highest statutory and

- regulatory requirements for all new and existing point sources and all cost-effective and reasonable best management practices for nonpoint source control before allowing any lowering of water quality.
- c. Tier 2½ protection—outstanding Iowa waters. Where high quality waters constitute an outstanding state resource, such as waters of exceptional recreational or ecological significance, that water quality shall be maintained and protected.
- <u>d.</u> Tier 3 protection—outstanding national resource waters. Where high quality waters constitute an outstanding national resource, such as waters of national and state parks and wildlife refuges and waters of exceptional recreational or ecological significance, that water quality shall be maintained and protected. Any proposed activity that would result in a permanent new or expanded direct source of pollutants in an outstanding national resource water is prohibited.
- <u>e.</u> The four levels of protection provided by the antidegradation policy in paragraphs "a" through "d" of this subrule shall be implemented according to procedures hereby incorporated by reference and known as the "Iowa Antidegradation Implementation Procedure," effective [insert effective date]. This document may be obtained on the department's Web site at http://www.iowadnr.com/water/standards/index.html.
- <u>f.</u> All unapproved facility plans for new or expanded construction permits, except for construction permits issued for nondischarging facilities, shall undergo an antidegradation review if degradation is likely in the receiving water or downstream waters following the effective date of the "Iowa Antidegradation Implementation Procedure."
- 4. g. This policy shall be applied in conjunction with water quality certification review pursuant to Section 401 of the Act. In the event that activities are specifically exempted from flood plain development permits or any other permits issued by this department in 567—Chapters 70, 71, and 72, the activity will be considered consistent with this policy. Other activities not otherwise exempted will be subject to 567—Chapters 70, 71, and 72 and this policy. The repair and maintenance of a drainage district ditch as defined in 567—70.2(455B,481A) will not be considered a violation of the antidegradation policy for the purpose of implementing Title IV of these rules. United States Army Corps of Engineers (Corps) nationwide permits 3, 4, 5, 6, 7, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 25, 27, 29, 30, 31, 32, 33, 34, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, and 50 as well as Corps regional permits 7, 33, and 34 as promulgated October 29, 2008, are certified pursuant to Section 401 of the Clean Water Act subject to the following Corps regional conditions and the state water quality conditions:
 - (1) to (9) No change.
 - ITEM 2. Rescind subparagraphs 61.3(1)"b"(6) and (7).
 - ITEM 3. Renumber subparagraphs **61.3(1)"b"(8)** to **(13)** as **61.3(1)"b"(6)** to **(11)**.
 - ITEM 4. Amend the Bacteria Criteria Table in subparagraph **61.3(3)"a"(1)** as follows: Bacteria Criteria Table (organisms/100 ml of water)

Use or Category	Geometric Mean	Sample Maximum
Class A1		
3/15 – 11/15	126	235
11/16 – 3/14	Does not apply	Does not apply
Class A2 (Only)		
3/15 – 11/15	630	2880
11/16 – 3/14	Does not apply	Does not apply
Class A2 and (B(CW) or HQ OIW or ONRW)		
Year-Round	630	2880
Class A3		

3/15 – 11/15	126	235
11/16 – 3/14	Does not apply	Does not apply
Class A1 – Primary Contact Recreational Use Class A2 – Secondary Contact Recreational Use Class A3 – Children's Recreational Use		

ITEM 5. Amend subrule 61.3(5) as follows:

61.3(5) *Surface water classification.* The department hereby incorporates by reference "Surface Water Classification," effective June 11, 2008 [insert effective date]. This document may be obtained on the department's Web site at http://www.iowadnr.com/water/standards/index.html.

ARC 7356B

HUMAN SERVICES DEPARTMENT[441]

Notice of Intended Action

Twenty-five interested persons, a governmental subdivision, an agency or association of 25 or more persons may demand an oral presentation hereon as provided in Iowa Code section 17A.4(1)"b."

Notice is also given to the public that the Administrative Rules Review Committee may, on its own motion or on written request by any individual or group, review this proposed action under section 17A.8(6) at a regular or special meeting where the public or interested persons may be heard.

Pursuant to the authority of Iowa Code section 249A.3, the Department of Human Services proposes to amend Chapter 75, "Conditions of Eligibility," Iowa Administrative Code.

The proposed amendments change Medicaid eligibility requirements related to assignment of rights to medical payments from third parties. Federal regulations at 42 CFR 433.146 require that assignment of rights to medical payments be a condition of Medicaid eligibility. 2008 Iowa Acts, Senate File 249, amended Iowa Code section 249A.6 to require the assignment of rights to medical payments as a condition of Medicaid eligibility and require cooperation in obtaining medical payments.

Under these amendments, a client's signature on any Medicaid application or review form shall constitute agreement for assignment of third-party medical benefits to the Department of Human Services.

These amendments do not provide for waivers in specified situations because federal regulations and Department rules require that Medicaid pay only claims that are not the responsibility of any other entity.

Any interested person may make written comments on the proposed amendments on or before December 10, 2008. Comments should be directed to Mary Ellen Imlau, Bureau of Policy Analysis and Appeals, Department of Human Services, Hoover State Office Building, 1305 East Walnut Street, Des Moines, Iowa 50319-0114. Comments may be sent by fax to (515)281-4980 or by E-mail to policyanalysis@dhs.state.ia.us.

These amendments are intended to implement Iowa Code section 249A.6 as amended by 2008 Iowa Acts, Senate File 249, section 2.

The following amendments are proposed.

ITEM 1. Amend subrule 75.2(2) as follows:

- 75.2(2) When a medical resource may be obtained by filing a claim or an application and cooperating in the processing of that claim or application, that resource shall be considered to be reasonably available, unless good cause for failure to obtain that resource is determined to exist. As a condition of eligibility for medical assistance, a person who has the legal capacity to execute an assignment shall do all of the following:
- a. The member, or one acting on the member's behalf, shall file a claim or submit an application for any reasonably available medical resource, and shall also cooperate in the processing of the claim or application. Failure to do so without good cause shall result in the termination of medical assistance benefits. Assign to the department any rights to payments of medical care from any third party. The